### TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



# CORRECTED FISCAL NOTE

#### SB 1006 - HB 1098

March 21, 2015

**SUMMARY OF BILL:** Prohibits Bluff City from operating an unmanned traffic enforcement camera in a location where the municipality has extended its corporate limits by means of corridor annexation of a public right-of-way or any easement owned by a governmental entity or quasi-governmental entity, but has not annexed parcels of property contiguous to the right-of-way, easement, or corridor on both sides of the entire length of the corridor annexation.

#### **ESTIMATED FISCAL IMPACT:**

On March 11, 2015, a fiscal note was issued estimating the fiscal impact as:

Other Fiscal Impact – To the extent Bluff City would approve and install unmanned traffic enforcement cameras into the areas prohibited by the bill, the bill will cause Bluff City to forgo an unknown amount of revenue estimated to exceed \$10,000 per year.

This fiscal note is being corrected to provide greater clarity. The estimated fiscal impact is:

## (CORRECTED) Forgone Local Revenue – Exceeds \$10,000

#### Assumptions:

- By enacting any type prohibition on a revenue raising activity prior the targeted activity occurring in the state, the result is a potential forgone revenue opportunity. In that case, the targeted activity could not be subsequently undertaken should in the state. The degree to which any future revenue from the targeted activity is forgone depends on the whether the targeted activity would have occurred in the state had it not been prohibited.
- This bill is not relevant to state government operations; only Bluff City.
- Based on information from local government officials in Bluff City, current traffic cameras are exempt from this bill. The bill prevents cameras from being installed into other areas of the city.
- Bluff City has indicated there are no immediate plans to install unmanned traffic cameras into the areas prohibited by the bill. However, to the extent Bluff City would approve installation of additional cameras in the future, into the areas prohibited under the bill, the bill will cause the city to forgo an unknown amount of local revenue

reasonably estimated to exceed \$10,000 per year. Such estimate is based on current revenue collections derived from unmanned traffic enforcement cameras in Bluff City.

#### **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Jeffrey L. Spalding, Executive Director

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